

Consensus FY 2012 Budget Gap Analysis - August 20, 2010

Joint Fiscal Office and Finance & Management

	<i>in millions</i>	
Revenue	<u>Fiscal Year 2012</u>	
July 2010 Revenue Projection	1,174.0	
Direct Apps Estimate	<u>10.0</u>	
Total Available Revenue		1,184.0
Appropriations Estimate		
FY11 Base GF Approps	1,088.4	
Add back base ARRA funds	<u>157.0</u>	No ARRA funds are projected for FY 2012
	1,245.4	
Baseline growth assumption	<u>43.6</u>	General budget pressures -caseload, utilization, energy etc
	1,288.9	
Adjustments > base %		
Other Growth	10.0	AHS additional pressure based on preliminary assessment of caseloads
EF transfer restore	18.0	Makes up FY10 base reduction per legislative intent
VSERS - cost growth	2.0	Estimated \$5m gross cost pressure growth - actual numbers available in October
VSTRS - Retiree HC cost	3.0	Change in funding for retiree health care due to changes in fund accounting
VSTRS - OPEB	1.3	Reserve Part D payment (like VSERS) for OPEB not to fund current ARC - Begins to address OPEB issue
Tobacco settlement	6.0	Estimate of amount needed to maintain trust fund balance at FY11 level which is ~\$17m
Unemployment Fund	6.0	First interest payment on UI loans - this may grow in out years
26 year old HC coverage	1.0	Fed Health Care Reform requirement - Est of GF need to cover 26 yr olds in state employee HC system
TF to public safety	<u>2.3</u>	GF needed to meet statutory requirement of reducing public safety Transportation funds
	49.6	
Adjustments < base %		
Challenges for Change	(33.1)	Growth in savings from \$38m in FY11 to \$71m in FY12
EFMAP	<u>(15.0)</u>	FY11 carryforward in Medicaid GCF for FY12 (this is from the \$13.5m allocation of EFMAP)
	(48.1)	
Total Appropriations	1,290.4	
Transfer Estimates		
Next Generation	4.79	Level funded to FY11
Vermont Telecomm Authority	<u>0.75</u>	Base need for FY12
	5.54	
Total Uses		<u>1,296.0</u>
Budget (Gap) / Surplus		(112.0)

Notes

Property transfer tax runs at formula in FY12
 Higher Education funding at FY11 base amount only
 Special Education Medicaid balance back to EF
 Weatherization as dedicated
 Assumes on federal LIHEAP \$ only
 Assumes no surplus/(deficit) from FY11